

COMMISSION ON GOVERNMENT FORECASTING AND ACCOUNTABILITY

PENSION IMPACT NOTE

101ST GENERAL ASSEMBLY

BILL NO: **SB 3810**

February 27, 2020

SPONSOR (S): Martwick

SYSTEM(S): State Universities Retirement System

FISCAL IMPACT: SB 3810 reduces the minimum requirement an SURS member must meet in order to earn one month of service credit from 15 days to 12 days. The fiscal impact of this bill is currently unknown. By loosening the minimum service requirements, it may allow for more overall accumulation of service credit. However, SURS does not know what the net impact in accrued liabilities will be as a result of this change.

SUBJECT MATTER: SB 3810 amends the State Universities Article of the Illinois Pension Code. The bill changes the minimum work requirement to qualify for a month of service credit from 15 days to 12 days.

COMMENT: Under current law, SURS members qualify for benefits by meeting certain service time requirements. To achieve one month of service credit, a member must have qualified as an employee for 15 or more days of a single month. SB 3810 would reduce the minimum number of days of employment, in order to qualify as a month of service, from 15 days to 12 days.

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